

# Monthly Statement

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## 2016-17



## FEBRUARY 2017

**Note the General Government Financial Statements include full year Original Budget and Year-to-Date Actuals. This does not include a full year projection.**

This monthly statement is released in compliance with Section 8 of the *Public Finance and Audit Act 1983*. That section requires budget time projections and year-to-date balances for the major general government sector aggregates disclosed in the Budget to be published for each month.

Budget Paper No. 1 *Budget Statement* contains the full details of the 2016-17 Budget, as well as budget scope and other explanatory information. The financial statements presented are prepared in accordance with Australian Accounting Standard AASB 1049 *Whole of Government and General Government Sector Financial Reporting*.

Figures in tables have been rounded. Discrepancies between totals and sums of components reflect rounding.

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# GENERAL GOVERNMENT MONTHLY STATEMENT FOR EIGHT MONTHS ENDED 28 FEBRUARY 2017

## FINANCIAL STATEMENTS<sup>1</sup>

### General Government Sector Operating Statement

|  | <i>12 Months to<br/>30/06/2017<br/>Budget<br/>\$m</i> | <i>8 Months to<br/>28/02/2017<br/>Actual<br/>\$m</i> |
|--|---|--|
| <b>Revenue from Transactions</b>         |   |  |
| Taxation                                 | 29,759  | 20,995   |
| Grants and Subsidies                     |   |  |
| - Commonwealth General Purpose           | 17,663  | 11,632   |
| - Commonwealth Specific Purpose Payments | 9,272   | 6,189  |
| - Commonwealth National Partnerships     | 4,682   | 2,236  |
| - Other Grants and Subsidies             | 727   | 620  |
| Sale of Goods and Services               | 8,296   | 5,264  |
| Interest                                 | 914   | 562  |
| Dividend and Income Tax Equivalents      |   |  |
| from Other Sectors                       | 1,173   | 791  |
| Other Dividends and Distributions        | 441   | 68   |
| Fines, Regulatory Fees and Other         | 4,078   | 2,738  |
| <b>Total Revenue</b>                     | <b>77,005</b>   | <b>51,095</b>  |
| <b>Expenses from Transactions</b>        |   |  |
| Employee                                 | 30,058  | 19,966   |
| Superannuation                           |   |  |
| - Superannuation Interest Cost           | 1,436   | 876  |
| - Other Superannuation                   | 3,001   | 1,966  |
| Depreciation and Amortisation            | 4,608   | 3,020  |
| Interest                                 | 2,165   | 1,372  |
| Other Operating                          | 18,656  | 11,062   |
| Grants and Transfers                     |   |  |
| - Current Grants and Subsidies           | 12,367  | 7,155  |
| - Capital Grants                         | 1,000   | 379  |
| <b>Total Expenses</b>                    | <b>73,292</b>   | <b>45,796</b>  |
| <b>BUDGET RESULT - SURPLUS/(DEFICIT)</b> |   |  |
| <b>[Net Operating Balance]</b>           | <b>3,713</b>  | <b>5,299</b>   |

<sup>1</sup> Year-to-Date figures do not represent projections of the year end result. Year-to-Date data is subject to seasonal and one-off effects and should not be extrapolated to estimate a full year position. Forecasts are published only as part of the Budget and Half Year Review.

**Table 1.1: General Government Sector Operating Statement (cont)**

|  | <i>12 Months to</i><br><i>30/06/2017</i> | <i>8 Months to</i><br><i>28/02/2017</i> |
|--|--|---|
|  | <i>Budget</i>                            | <i>Actual</i>                           |
|  | <i>\$m</i>                               | <i>\$m</i>                              |
| <b>Other Economic Flows - Included in the Operating Result</b>         |  |   |
| Gain/(Loss) from Other Liabilities                                     | 277                                      | 36                                      |
| Other Net Gains/(Losses)   | (182)                                    | 948                                     |
| Share of Earnings from Associates (excluding Dividends)                | 13                                       | 18                                      |
| Dividends from Asset Sale Proceeds                                     | 271                                      | ...                                     |
| Deferred Income Tax from Other Sectors and Other                       | 63                                       | (1,098)                                 |
| <b>Other Economic Flows - Included in the Operating Result</b>         | <b>443</b>                               | <b>(96)</b>                             |
| <b>Operating Result (Accounting Basis)</b>                             | <b>4,156</b>                             | <b>5,204</b>                            |
| <b>Other Economic Flows - Other Comprehensive Income</b>               |  |   |
| Actuarial Gain/(Loss) from Superannuation                              | 8,657                                    | 5,077                                   |
| Revaluations   | 4,161                                    | (68)                                    |
| <b>Items that may be Reclassified Subsequently to Operating Result</b> |  |   |
| Net Gain/(Loss) on Equity Investments in Other Sectors                 | 4,906                                    | 8,461                                   |
| Net Gain/(Loss) on Financial Instruments at Fair Value                 | ...                                      | (2)                                     |
| Other  | (3,945)                                  | (1,928)                                 |
| <b>Other Economic Flows - Other Comprehensive Income</b>               | <b>13,778</b>                            | <b>11,540</b>                           |
| <b>Comprehensive Result - Total Change in Net Worth</b>                | <b>17,934</b>                            | <b>16,743</b>                           |
| <b>Key Fiscal Aggregates</b>   |  |   |
| <b>Comprehensive Result - Total Change in Net Worth</b>                | <b>17,934</b>                            | <b>16,743</b>                           |
| Less: Net Other Economic Flows   | (14,221)                                 | (11,444)                                |
| <b>Equals: Net Operating Balance (Budget Result)</b>                   | <b>3,713</b>                             | <b>5,299</b>                            |
| <b>Less:</b> Net Acquisition of Non-Financial Assets                   |  |   |
| Purchase of Non-Financial Assets                                       | 12,358                                   | 6,141                                   |
| Sales of Non-Financial Assets  | (663)                                    | (666)                                   |
| Less: Depreciation   | (4,608)                                  | (3,020)                                 |
| Plus: Change in Inventories  | (8)                                      | (2)                                     |
| Plus: Other Movements in Non-Financial Assets                          |  |   |
| - Assets Acquired Under Finance Leases                                 | 156                                      | 67                                      |
| - Other  | 106                                      | 193                                     |
| <b>Equals: Total Net Acquisition of Non-Financial Assets</b>           | <b>7,341</b>                             | <b>2,713</b>                            |
| <b>Equals: Net Lending/(Borrowing) [Fiscal Balance]</b>                | <b>(3,628)</b>                           | <b>2,586</b>                            |
| <b>OTHER AGGREGATES</b>  |  |   |
| Capital Expenditure  | 12,514                                   | 6,208                                   |

**Table 1.2 : General Government Sector Balance Sheet**

|  | <i>As at</i><br>30/06/2017<br><i>Budget</i><br>\$m | <i>As at</i><br>28/02/2017<br><i>Actual</i><br>\$m |
|--|--|--|
| <b>ASSETS</b>  |  |  |
| <b>Financial Assets</b>                                  |  |  |
| Cash and Cash Equivalent Assets                          | 1,582  | 3,790  |
| Receivables  | 5,885  | 7,178  |
| Investments, Loans and Placements                        |  |  |
| Financial Assets at Fair Value                           | 18,613   | 17,337   |
| Other Financial Assets                                   | 5,087  | 16,563   |
| Advances Paid  | 1,237  | 1,070  |
| Tax Equivalent Receivables                               | 98   | 123  |
| Deferred Tax Equivalents                                 | 3,955  | 2,659  |
| Equity   |  |  |
| Investments in Other Public Sector Entities <sup>2</sup> | 102,380  | 96,937   |
| Investment in Associates                                 | 3,927  | 7,635  |
| Other  | 562  | 623  |
| <b>Total Financial Assets</b>                            | <b>143,326</b>                                     | <b>153,915</b>                                     |
| <b>Non-Financial Assets</b>                              |  |  |
| Inventories  | 232  | 262  |
| Forestry Stock and Other Biological Assets               | 10   | 10   |
| Assets Classified as Held for Sale                       | 84   | 102  |
| Investment Properties                                    | 3  | ...  |
| Property Plant and Equipment                             |  |  |
| Land and Buildings                                       | 72,032   | 70,954   |
| Plant and Equipment                                      | 12,530   | 11,189   |
| Infrastructure Systems                                   | 91,664   | 85,086   |
| Intangibles  | 3,475  | 3,253  |
| Other  | 4,509  | 4,197  |
| <b>Total Non-Financial Assets</b>                        | <b>184,539</b>                                     | <b>175,053</b>                                     |
| <b>Total Assets</b>                                      | <b>327,865</b>                                     | <b>328,968</b>                                     |
| <b>LIABILITIES</b>                                       |  |  |
| Deposits Held  | 113  | 130  |
| Payables   | 4,917  | 5,463  |
| Tax Equivalent Payables                                  | 9  | 35   |
| Borrowings and Derivatives at Fair Value                 | 6  | 9  |
| Borrowings at Amortised Cost                             | 33,067   | 32,373   |
| Advances Received  | 873  | 861  |
| Employee Provisions                                      | 16,519   | 16,682   |
| Superannuation Provisions                                | 55,510   | 63,105   |
| Deferred Tax Equivalent Provision                        | 280  | 156  |
| Other Provisions   | 8,684  | 8,601  |
| Other  | 2,910  | 3,010  |
| <b>Total Liabilities</b>                                 | <b>122,887</b>                                     | <b>130,425</b>                                     |
| <b>NET WORTH</b>   | <b>204,978</b>                                     | <b>198,543</b>                                     |
| <b>OTHER KEY AGGREGATES</b>                              |  |  |
| <b>Net Debt</b>  | 7,539  | (5,385)  |
| <b>Net Financial Liabilities</b>                         | 81,940   | 73,447   |

**Table 1.3: General Government Sector Cash Flow Statement**

|   | <i>12 Months to<br/>30/06/2017</i> | <i>8 Months to<br/>28/02/2017</i> |
|---|------------------------------------|-----------------------------------|
|   | <i>Budget<br/>\$m</i>              | <i>Actual<br/>\$m</i>             |
| <b>Cash Receipts from Operating Activities</b>                                    |                                    |                                   |
| Taxes Received  | 29,742                             | 20,010                            |
| Receipts from Sales of Goods and Services   | 8,776                              | 4,994                             |
| Grants and Subsidies Received   | 32,317                             | 20,626                            |
| Interest Receipts   | 862                                | 345                               |
| Dividends and Income Tax Equivalents  | 1,178                              | 1,103                             |
| Other Receipts  | 7,535                              | 5,347                             |
| <b>Total Cash Receipts from Operating Activities</b>                              | <b>80,411</b>                      | <b>52,425</b>                     |
| <b>Cash Payments from Operating Activities</b>                                    |                                    |                                   |
| Payments for Employees  | (29,834)                           | (19,711)                          |
| Payments for Superannuation   | (3,592)                            | (2,523)                           |
| Payments for Goods and Services   | (21,716)                           | (12,982)                          |
| Grants and Subsidies Paid   | (10,896)                           | (6,183)                           |
| Interest Paid   | (1,628)                            | (1,052)                           |
| Other Payments  | (4,616)                            | (3,048)                           |
| <b>Total Cash Payments from Operating Activities</b>                              | <b>(72,282)</b>                    | <b>(45,498)</b>                   |
| <b>Net Cash Flows from Operating Activities</b>                                   | <b>8,129</b>                       | <b>6,927</b>                      |
| <b>Cash Flows from Investments in Non-Financial Assets</b>                        |                                    |                                   |
| Sales of Non-Financial Assets   | 663                                | 601                               |
| Purchases of Non-Financial Assets   | (12,235)                           | (6,396)                           |
| <b>Net Cash Flows from Investments in Non-Financial Assets</b>                    | <b>(11,572)</b>                    | <b>(5,795)</b>                    |
| <b>Cash Flows from Investments from Financial Assets for Policy Purposes</b>      |                                    |                                   |
| Receipts  | 461                                | 5,382                             |
| Payments  | (3,453)                            | (2,166)                           |
| <b>Net Cash Flows from Investments in Financial Assets for Policy Purposes</b>    | <b>(2,992)</b>                     | <b>3,216</b>                      |
| <b>Net Flows from Investments from Financial Assets for Liquidity Purposes</b>    |                                    |                                   |
| Receipts from Sale/Maturity of Investments  | 10,595                             | 8,892                             |
| Payments for Purchases of Investments   | (9,091)                            | (15,260)                          |
| <b>Net Cash Flows from Investments in Financial Assets for Liquidity Purposes</b> | <b>1,504</b>                       | <b>(6,368)</b>                    |
| <b>Cash Flows from Financing Activities</b>                                       |                                    |                                   |
| Advances Received   | 47                                 | ...                               |
| Advances Repaid   | (57)                               | (5)                               |
| Proceeds from Borrowings  | 1,319                              | 2,976                             |
| Repayments of Borrowings  | (547)                              | (2,566)                           |
| Deposits Received (net)   | (11)                               | 4                                 |
| Other Financing (net)   | ...                                | 8                                 |
| <b>Net Cash Flows from Financing Activities</b>                                   | <b>751</b>                         | <b>418</b>                        |
| <b>Net Increase/(Decrease) in Cash Held</b>                                       | <b>(4,181)</b>                     | <b>(1,602)</b>                    |
| Net Cash Flows from Operating Activities  | 8,129                              | 6,927                             |
| Net Cash Flows from Investments in Non-Financial Assets                           | (11,572)                           | (5,795)                           |
| <b>Cash Surplus/(Deficit)</b>   | <b>(3,444)</b>                     | <b>1,132</b>                      |